Industry-Wide Study Plan for TCW Fluid Characteristics: Study Plan Summary Gulf of Mexico USEPA Region 4 NPDES Permit No. GEG460000 USEPA Region 6 NPDES Permit No. GMG290000

USEPA Region 4 and Region 6 April 4, 2019

Agenda

Time	Topic	Facilitator
10:00-10:05	Introductions/Project Organization	OOC
10:05-10:10	Presentation Purpose and Objectives	OOC
10:10-10:15	Study Questions	AECOM
10:15-10:25	Anticipated TCW Discharges	AECOM
10:25-12:30	Technical Approach:Preliminary EvaluationData Collection and Laboratory AnalysisData Evaluation	AECOM
12:30:12:40	Reporting	AECOM
12:40-12:45	Study Schedule	AECOM/OOC
12:45-12:50	Summary	AECOM/OOC
12:50-1:30	Discussion	AECOM/OOC
1:30	Adjourn	_

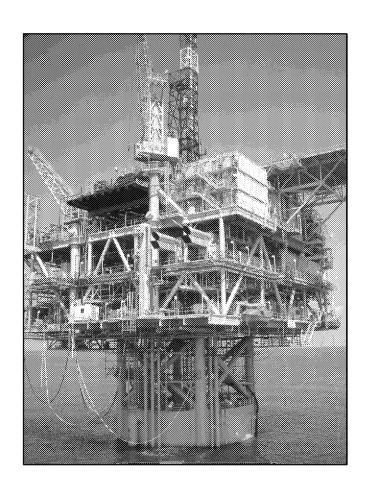


Introductions

- Offshore Operators Committee (OOC).
- 28 JIP Study Participants.

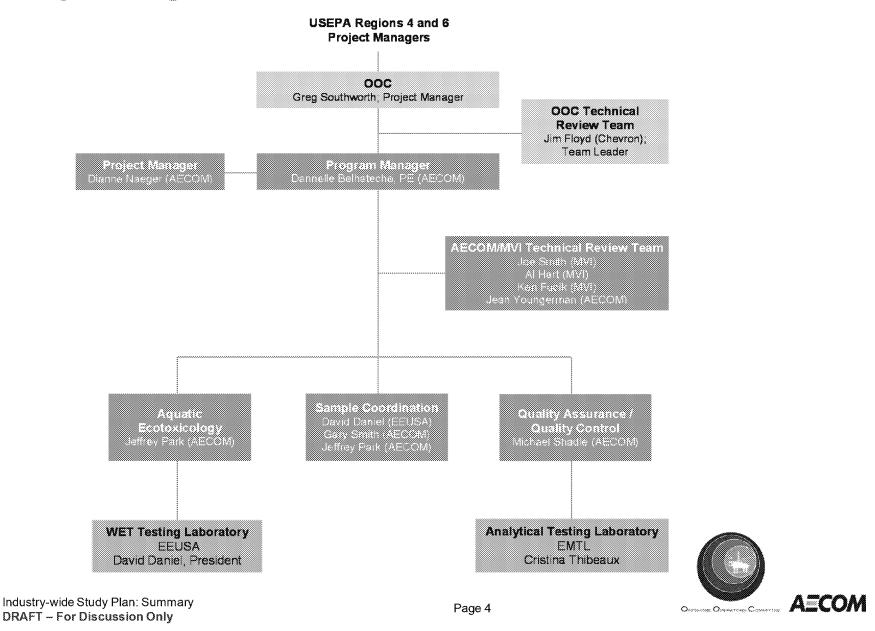
Anadarko	Hess	
Ankor Energy	LLOG	
Arena Offshore	Marubeni	
BP	Medco Energi	
Byron Energy	Murphy E&P	
Chevron	Newpark	
Contango	Northstar	
ENI US Operating	Petrobras America	
EnVen	Shell	
Equinor	Talos Energy Inc.	
ExxonMobil	TETRA	
Fieldwood	Total	
Halliburton	W&T Offshore	
Helis	Walter Oil & Gas	

- USEPA Region 4 (R4).
- USEPA Region 6 (R6).
- Selected Consultant (AECOM).





Project Organization



Presentation Purpose and Objectives

 Purpose: Summarize the draft Treatment, Completion, and Workover (TCW) study plan and initiate USEPA R4 and R6 review and approval of the study plan as required by the General Permits (GPs).

Objectives:

- Present the study questions.
- Present preliminary information on anticipated TCW discharges.
- Summarize the technical approach.
- Summarize reporting requirements.
- Present the project schedule.
- Present an overall summary.
- Discuss study plan elements.



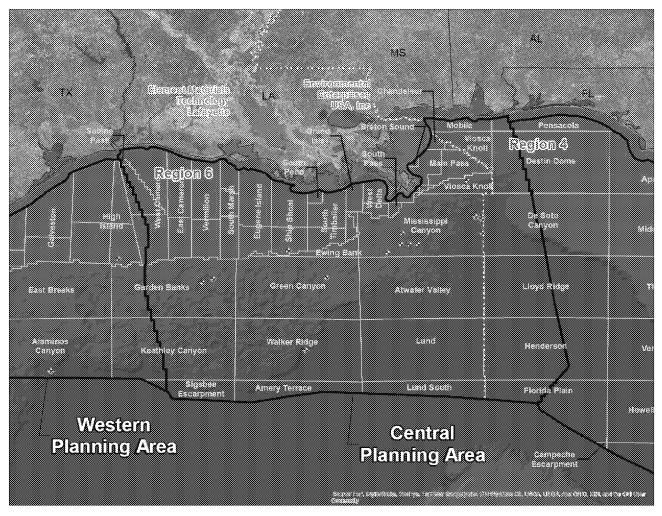
Study Questions

- What are the characteristics of TCW fluids currently used in the GOM?
- How are TCW discharges to GOM surface waters managed?
- What is the typical chemical composition of TCW discharges?
- What are the estimated concentrations of constituents in TCW discharges?
- What is the potential for the constituents in TCW discharges to cause acute aquatic toxicity?
- Which constituents are likely to be associated with acute aquatic toxicity?





Anticipated TCW Discharges



 Operator Discharge Locations

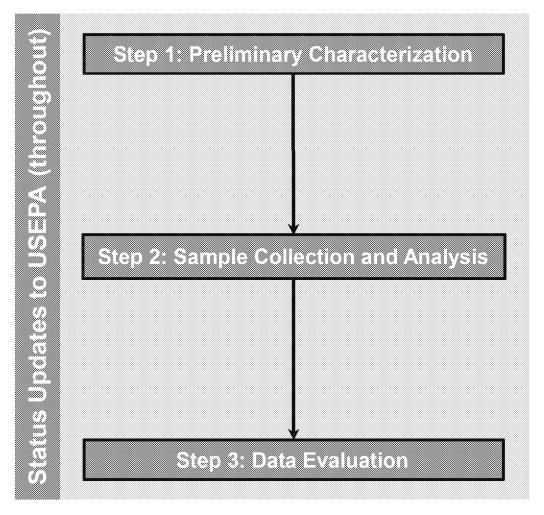
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- Up to 50 discharges for Years 1 and 2.
- Category I-IV TCW fluids; biocides; defoamers.
- Some discharges are treated (filtration).
- Water column depth:
 Aver.= 5,051 ft.; Min. =
 375 ft.; Max.= 9,558 ft.
- Occur through either a pipe or hose (2-16 in. dia.).
- Short duration (<0.5-2 hrs.). Frequency can be once per well operation; weekly; monthly; and quarterly.



Technical Approach - Overview



Once approved by USEPA, the study plan will become a binding part of the GP requirements.



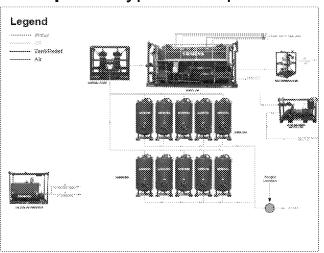
Technical Approach - Preliminary Characterization

- Data sources:
 - JIP study participants.
 - Publicly available information:
 - Safety data sheets (SDSs).
 - Published reports and studies of offshore O&G activities.
 - Internet databases, e.g., OECD eChemPortal; USEPA ECOTOX; USEPA EPISuite software.
- Data evaluation and summary:
 - Dominant constituents likely to be present in TCW fluids will be listed and a narrative summary will be prepared.
 - Aquatic hazard data will be compiled and summarized.



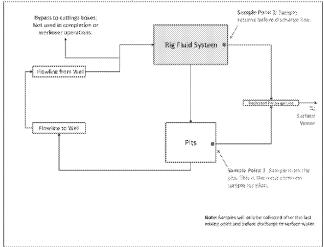
Technical Approach – Sample Locations

– Example 1. Typical sample location (with treatment):



TCW discharges will be sampled after final treatment (where applicable) and before discharge to surface waters.

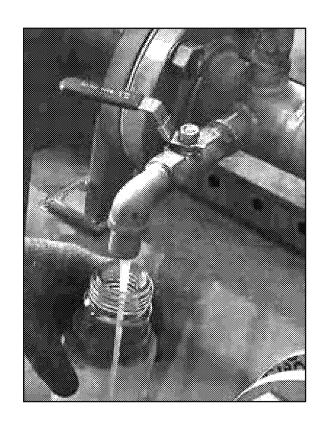
Example 2. Typical sample location (without treatment):





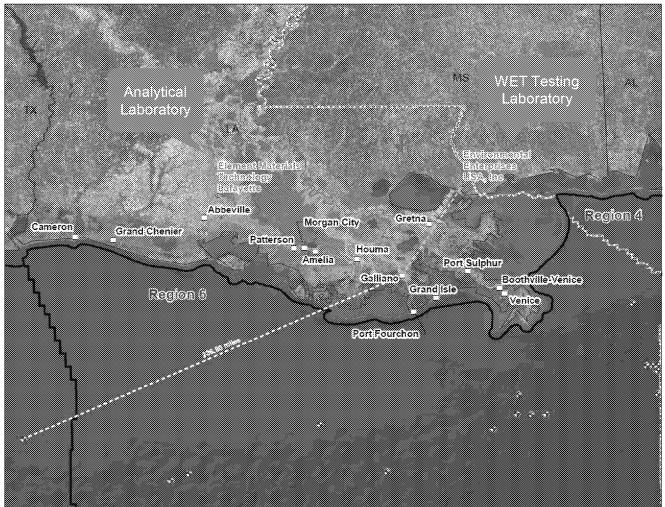
Technical Approach - Sample Collection

- Sampling is planned to start in Q2 2019.
- Samples will be collected for acute whole effluent toxicity (WET) testing and chemical analysis.
- Sampling methodology will be consistent across all discharges:
 - Samples will be collected on the discharge structure.
 - Grab samples will be collected from a discharge valve or sample port on the overboard discharge line.
 - Samples can be collected at the same time as the oil and grease sample.
 - The sample port will be flushed for 15 seconds into a sump/catch basin.
 - Samples will be collected at the beginning of the discharge.
 - May sample at the beginning/end of a longer duration TCW discharge for comparison.
- Quality Assurance/Quality Control (QA/QC) samples.

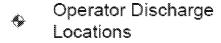




Technical Approach - Sample Handling and Shipping



- Samples will be labeled for proper identification in the field and tracking in the laboratory.
- Samples will be packed and shipped by the Operators.
- Samples will be picked up from shore bases or received from parcel carrier.
- WET test hold time is 36 hours.



Air Transport
Ground Transport

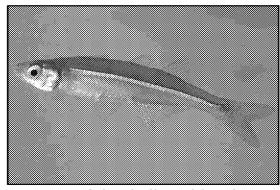
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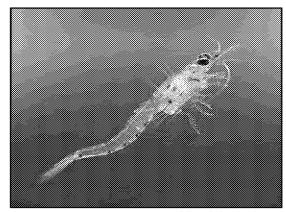


Technical Approach - Acute WET Testing

- WET test laboratory: Environmental Enterprises USA, Inc. (EEUSA).
- Assess the acute toxicity of the discharge:
 - Acute (48-hour) static-renewal test.
 - Americamysis bahia (Mysid shrimp) and Menidia beryllina (Inland silverside minnow).
 - The effluent dilution series will be constructed at/around the produced water critical dilutions consistent with the GPs.
 - Assessment endpoint: acute A. bahia and M. beryllina lethality. Acute WET test endpoints: USEPA R6: 48h NOEC and USEPA R4: 48h LC50.
 - The LC50 is generated with point estimation techniques; the NOEC is generated with hypothesis testing techniques. EEUSA can report additional WET test endpoints to complement the NOEC and LC50.
 - EEUSA will prepare aliquots of the critical effluent dilution for laboratory analysis.



Inland silverside minnow



Mysid shrimp



Technical Approach - Laboratory Analytical

- Analytical laboratory: Element Materials Technology Lafayette (EMTL).
- Chemical analyses will be conducted on aliquots prepared by EEUSA at the critical effluent dilution.
- Selected laboratory parameters will possess one or more of the following characteristics:
 - Support JIP study data quality objectives (DQOs);
 - Representative of the types of constituents likely to be present in TCW discharges;
 - On the USEPA Priority Pollutant List (40 CFR Part 423, Appendix A); and
 - Have published USEPA acute aquatic life criteria and/or USEPA-approved data, including species-specific benchmarks for the selected WET test organisms.

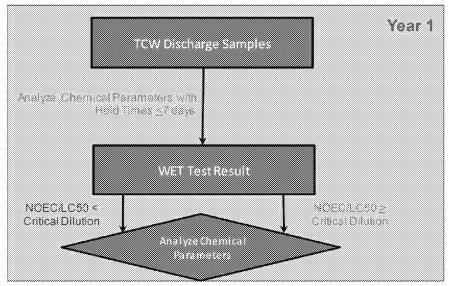


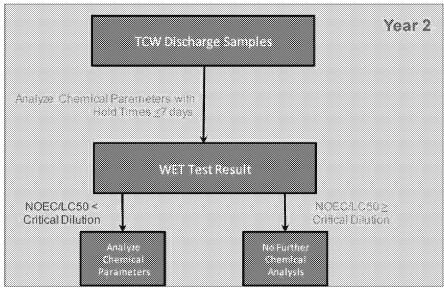
Technical Approach - Laboratory Analytical

- Flexibility to select parameters during the study is desired. This will promote the collection of high-quality data.
- Parameter lists will be consistent across discharges.
- Parameters mentioned in the study plan include:
 - Organics with a known potential to cause aquatic toxicity, e.g., 16 Priority
 Pollutant parent polycyclic aromatic hydrocarbons (PAHs);
 - Total/dissolved Priority Pollutant metals;
 - Select ions (cations/anions); and
 - Water quality parameters that influence aquatic toxicity/bioavailability, e.g., alkalinity, hardness, pH, dissolved organic carbon (DOC), ammonia, and hydrogen sulfide.



Technical Approach - Adaptive Approach





- A representative suite of analyses will be performed during the first consecutive 12 months of the study.
- The Year 1 analytical data sets can be used to assess spatial and other patterns in toxicity and constituent concentrations.
- The Year 1 findings will be used to refine the Year 2 laboratory analyses with an adaptive approach.
 - For example, samples that do not exhibit acute toxicity will not be analyzed. Other Year 2 refinements may be necessary, however, based upon the 2019 findings.



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Technical Approach - Data Evaluation

- Acute toxicity screening:
 - Concentrations at the critical effluent dilution will be evaluated with the following hierarchy:
 - Acute species-specific effects benchmarks.
 - Published acute saltwater aquatic life criteria.
- The potential for acute aquatic toxicity may be expressed with a hazard quotient (HQ) where HQ<1 indicates toxicity not probable and HQ>1 indicates the parameter may be associated with acute toxicity.
- Assessing potential sources of acute toxicity:
 - Use constituents with acute HQs≥1 as a starting point.
 - Data review: operations and maintenance information; TCW fluid SDS sheets; and safety data sheets for chemical additives known to be acutely toxic, e.g., biocides.
 - Additional chemical analysis and acute WET testing are not proposed.



Reporting

Status reports:

- Submitted to USEPA on a quarterly basis.
- Describe activities conducted during the previous three months.
- Discuss any observations that may have an effect on future sampling operations.
- Provide a summary of samples collected and resources expended on sampling activities.

Final study report:

- Will address study questions regarding TCW discharge quality and the potential for TCW discharges to cause acute aquatic toxicity. General report elements will include (where applicable):
 - Summary of likely constituents in TCW fluids, including aquatic hazard characteristics;
 - Summary of WET testing and laboratory analytical data;
 - · Data evaluations; and
 - Laboratory reports.



Study Schedule

Study Plan Element	Anticipated Completion Date
USEPA Review and Approval of Study Plan	Q2 2019
Step 1: Preliminary Characterization	Q2 2019
Step 2: Sample Collection and Analysis Step 3: Data Evaluation	Q2 2019 – Q4 2020
Final Study Report to USEPA	October 1, 2021
Status Reports to USEPA	Throughout on a quarterly basis



Summary

- Once approved by USEPA, the study plan will become a binding part of the GP requirements.
- Samples will be collected for acute WET testing and laboratory analytical testing.
- Sampling of TCW discharges will start in Q2 2019 and will likely terminate in Q4 2020.
- Samples will represent a range of well depths, rock formations, TCW fluid use, and the use of other chemical additives.
- The data will be used to characterize the TCW discharges and assess the potential for aquatic toxicity (if observed).
- The data will also be used to support source characterization, if acute aquatic toxicity is observed.
- Status reports will be submitted quarterly. A final study report will be submitted to USEPA on October 1, 2021.



Discussion

- Study plan technical approach:
 - Preliminary evaluation.
 - Sample collection.
 - Sample analysis.
 - Data analysis.
- Study plan schedule.
- Reporting.
- Other.



